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July 3, 2001

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Honorable Philip N. Asprodites
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Travis Peak Sands of the Hosston Formation and Cotton Valley Formation, Reservoir A, SUGAR CREEK FIELD, Claiborne Parish, Louisiana.

Dear Sir:

SUGAR CREEK PRODUCING COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Travis Peak Sands of the Hosston Formation and to the Cotton Valley Formation, Reservoir A, in the Sugar Creek Field, Claiborne Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize its Roy No. 1 Well as an alternate unit well for TP SUB and as an alternate unit well for CV RA SUI at the location shown on attached plats.
2. To permit Applicant to drill, designate and utilize its Brown A No. 3 Well as an alternate unit well for CV RA SUD at the location shown on an attached plat, in exception to the well location provisions of Office of Conservation Order No. 23-P, effective November 21, 1978.
3. To permit Applicant to drill, designate and utilize its Stevenson-Kilpatrick No. 2 Well as an additional alternate unit well for CV RA SUK at the location shown on an attached plat.
4. To find that each of the proposed wells is necessary to efficiently and economically drain a portion of the Travis Peak Sands of the Hosston Formation and/or the Cotton Valley Formation, Reservoir A, underlying the units on which these wells are to be located which cannot be efficiently and economically drained by any existing well within these units.
5. To permit the operators of TP SUB, CV RA SUI, CV RA SUD and CV RA SUK to produce the allowables assigned to these units from either the unit well, any alternate unit well, or from any combination of such wells, at the option of the operators.
6. To designate Applicant as operator of the proposed alternate unit well for CV RA SUI and to authorize Applicant to report production from such well separately from the substitute unit well which is operated by Williamson Oil & Gas, Inc.
7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

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The Travis Peak Sands of the Hosston Formation in the Sugar Creek Field, Claiborne Parish, Louisiana, is defined in Office of Conservation Order No. 23-H-3, effective September 22, 1977.

The Cotton Valley Formation, Reservoir A, in the Sugar Creek Field, Claiborne Parish, Louisiana, is defined in Office of Conservation Order No. 23-P, effective November 21, 1978.

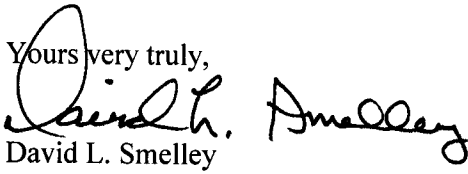
Pertinent data concerning this application is available for inspection at the offices of Mr. Joe B. Adams, 4520 Jamestown Avenue, Suite 6, Baton Rouge, Louisiana 70808. Any person wishing to inspect such data should call Mr. Adams at (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter and of each of the attached plats is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties shown on the attached list.

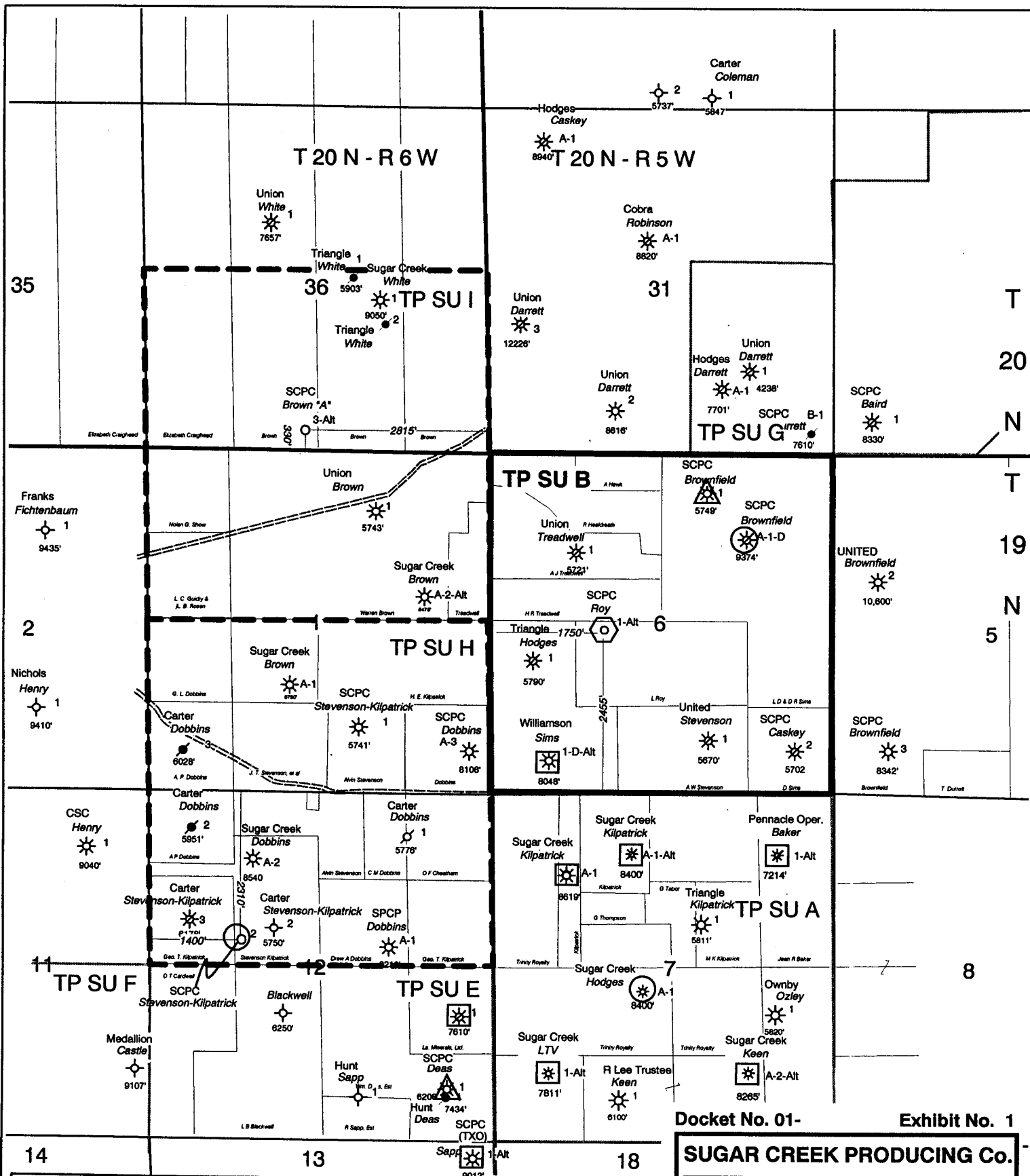
Applicant will provide for posting of a copy of the Legal Notice of this hearing and the enclosed plats at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Sugar Creek Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is enclosed.

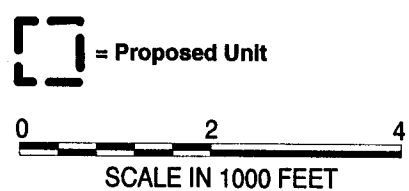
Yours very truly,

David L. Smelley
-- Attorney for Sugar Creek Producing Company

DLS:dp
Enclosures

cc: Mr. Jim Broussard (w/encls.)
Mr. Robert E. Smitherman (w/encls.)
Mr. Joe Adams (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plats only)



- Current Unit Well
- Proposed Alternate Unit Well
- Alternate Unit Well
- Substitute Unit Well



Docket No. 01- Exhibit No. 1

SUGAR CREEK PRODUCING Co.

Sugar Creek Field
Calborne Parish, Louisiana

Travis Peak
Proposed Alternate Unit Well

Date: _____

Joe B. Adams Consulting Geologist

